This case has been carefully reviewed and analyzed in view of the Office

Action dated 28 March 2008. Responsive to the objections and rejections made in

the Official Action, Claims 1, 3, 14, 16 and 19 have been amended; Claims 2 and

17-18 have been canceled.

The Examiner rejected Claim 1 under 35 U.S.C. § 103(a) as being

unpatentable over Lotspiech, et al. U.S. patent 6,650,753 and in view of Rolf

Blom ("An Optimal Class of Symmetric key generation systems" 1998). Claims

13 and 16 were rejected under 35 U.S.C. § 103(a) as being unpatentable over

Lotspiech, et al. in view of Rolf Blom and in view of Huitema, et al. U.S. Patent

7,068,789. Additionally Claim 15 was rejected under 35 U.S.C. § 103(a) as being

unpatentable over Lotspiech, et al. in view of Rolf Blom and in view of Kasahara,

et al. Patent 6,788,788. Finally, Claim 22 was also rejected under 35 U.S.C. §

103(a) as being unpatentable over Lotspiech, et al. in view of Rolf Blom in view

of Huitema, et al. and in view of Kasahara, et al.

The Examiner has indicated that Claims 2-12, 14, 17 and 19-21 were

objected to for being dependent upon rejected base claims, but would be allowable

if rewritten in independent form including all of the limitations of the base claim

and any intervening claims. Applicant graciously acknowledges the Examiner's

indication of allowable subject matter. To that end Claims 1 and 16 have been

amended in the interest of advancing the prosecution of this case, given the

Page 9 of 10

MR2833-34

Serial Number: 10/666,207

Reply to Office Action dated 28 March 2008

Examiner's indication of allowable subject matter. Further, this Amendment is being made without addressing the merits of the Examiner's rejections under 35 U.S.C. § 103.

Since the limitations of Claims 2 and 17 have been included within the independent Claims upon which they were respectively dependent, and acknowledging the Examiner's statement as to allowable subject matter, it is believed that the subject Application has now been placed in condition for allowance and such action is respectfully requested.

If there are any further charges associated with this filing, the Honorable Commissioner for Patents is hereby authorized to charge Deposit Account #18-2011 for such charges.

Respectfully submitted,

For: ROSENBERG, KLEIN & LEE

Morton J. Rosenberg

Registration #26,049

Dated: 27 august 3008

Suite 101 3458 Ellicott Center Drive Ellicott City, MD 21043 (410) 465-6678 Customer No. 04586